

HOUSE BILL 2974

By McCormick

AN ACT to amend Tennessee Code Annotated, Title 67,
relative to affordable housing rental property.

WHEREAS, the general assembly finds that it is in the public interest and is a public purpose to encourage and assist in the creation and preservation of affordable rental housing for Tennessee's needy individuals and families, and that adequate encouragement and assistance is lacking with respect to individuals and families with incomes below sixty percent (60%) of the median incomes in their respective areas; now, therefore,

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-5-207(a), is amended by adding the following as a new subdivision and renumbering the remaining subdivision accordingly:

(2) Property of limited liability companies or limited partnerships, wherein there is in effect an "extended low-income housing commitment", as defined in Section 42 of the Internal Revenue Code of 1986, is exempt in accordance with this section. Property described in this subdivision (a)(2) shall be treated as federally assisted housing for purposes of this section.

SECTION 2. Tennessee Code Annotated, Section 67-5-207(b), is amended by adding the language "under subdivision (a)(1)" after the word "exemption" and before the comma.

SECTION 3. This act shall take effect July 1, 2012, the public welfare requiring it.